

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date MAY 2, 1996 Time: 8:15 A.M.

NAME	REPRESENTING	LOCATION
Kevin Mayes	Meriborne Oil Co	Tyler, TX
Pinson McWhorter	Yates Petroleum	Alto, NM
Ron Falso	Marathon Oil Co.	Midland, TX,
DENISE MRUK	MARATHON OIL	MIDLAND, TX
<i>[Signature]</i>	<i>[Signature]</i>	<i>[Signature]</i>
<i>[Signature]</i>	Bonanza Fields	Denver, Co
Bob Kozarek	"	"
Tom [unclear]	Imperial	Midland
Jerry Hooper	Conoco	Midland
Brian Wood	Energy Development	Santa Fe
William [unclear]	Imperial [unclear]	Santa Fe
Tim Green	NM O&G	Alto, NM
James [unclear]	Chick [unclear]	SF
Nex Kerdick	Montgomery [unclear]	SF
F. [unclear]	[unclear]	[unclear]
Bob [unclear]	[unclear]	[unclear]

NEW MEXICO OIL CONSERVATION COMMISSION

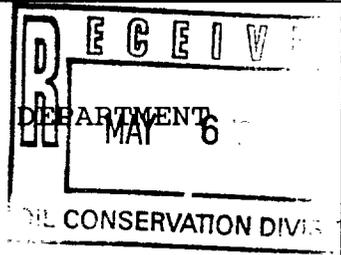
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SANTA FE, NEW MEXICO

Hearing Date MAY 2, 1996 Time: 8:15 A.M.

NAME	REPRESENTING	LOCATION
Bret May	Yates Pet	Arava
[unclear]	Kerr-McGee	[unclear]
Larry Hallback MPP	Phillips Petroleum Phillips Petroleum	Odessa, TX Odessa, TX
JAMES S. WELIN [unclear]	Phillips Petroleum Co. Phillips Petroleum Co.	Odessa, TX. [unclear]
ROGER PRUCINO	SCHEVER, YON & PETERSON	SANTA FE
Steve Smith	[unclear]	[unclear]
Mark B. [unclear]	[unclear]	Roswell
[unclear]	[unclear]	[unclear]
[unclear]	[unclear]	[unclear]
Bill [unclear]	Conoco	Midland
Bob [unclear]	Conoco	Midland, TX

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION



IN THE MATTER OF THE HEARING CALLED BY)
THE OIL CONSERVATION DIVISION FOR THE)
PURPOSE OF CONSIDERING:)
APPLICATION OF ENERGY DEVELOPMENT)
CORPORATION FOR SALT WATER DISPOSAL AND)
DESIGNATION OF A PORTION OF THE MENEFEE)
MEMBER OF THE MESAVERDE FORMATION AS AN)
"EXEMPTED AQUIFER", SANDOVAL COUNTY,)
NEW MEXICO)

CASE NO. 11,470

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

May 2nd, 1996

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, May 2nd, 1996, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

* * *

I N D E X

May 2nd, 1996
 Examiner Hearing
 CASE NO. 11,470

PAGE

REPORTER'S CERTIFICATE

6

* * *

E X H I B I T S

Applicant's	Identified	Admitted
Exhibit 8	3	5
Exhibit 9	4	5
Exhibit 10	4	5

* * *

A P P E A R A N C E S

FOR THE DIVISION:

RAND L. CARROLL
 Attorney at Law
 Legal Counsel to the Division
 2040 South Pacheco
 Santa Fe, New Mexico 87505

FOR THE APPLICANT:

HINKLE, COX, EATON, COFFIELD & HENSLEY
 218 Montezuma
 P.O. Box 2068
 Santa Fe, New Mexico 87504-2068
 By: JAMES G. BRUCE

* * *

1 WHEREUPON, the following proceedings were had at
2 8:20 a.m.:

3 EXAMINER STOGNER: This hearing will come to
4 order. Please note today's date, May 2nd, 1996, Docket
5 Number 13-96. I'm Michael Stogner, appointed Hearing
6 Examiner for today's docket.

7 At this time I'll call Case Number 11,470.

8 MR. CARROLL: Application of Energy Development
9 Corporation for saltwater disposal and designation of a
10 portion of the Menefee member of the Mesaverde formation as
11 an "exempted aquifer", Sandoval County, New Mexico.

12 EXAMINER STOGNER: Any appearances at this time?

13 MR. BRUCE: Mr. Examiner, Jim Bruce from the
14 Hinkle law firm, representing the Applicant, if I could
15 just make a brief statement.

16 This case was heard in March, in front of
17 Examiner Catanach. It had to be readvertised due to an
18 error in the advertisement. That has been taken care of.

19 Also at that hearing, Mr. Catanach asked for a
20 couple of items. He wanted a mud log and other evidence of
21 oil or gas in the Menefee, and he also wanted a map of the
22 Menefee outcrop in the San Juan Basin.

23 At this time I'd like to submit to you three
24 exhibits.

25 Exhibit 8 is -- We submitted these at the last

1 hearing; I think they might have been lost in the shuffle.
2 These are merely completion reports from five wells within
3 two miles of the proposed injector well, indicating oil and
4 gas shows in the Menefee.

5 Exhibit 9 is a copy of the mud log from the San
6 Isidro 12-2 well, which is approximately a mile, mile and a
7 half, away from the proposed injector. The cover sheet I
8 submitted to you also lists other Menefee oil pools in the
9 San Juan Basin and indicates where they are located with
10 respect to the proposed injector.

11 And then finally, Exhibit 10 is simply a map of
12 the Menefee surface outcrop in the San Juan Basin, which
13 Mr. Catanach requested.

14 If there are any questions, I do have Brian Wood
15 here, who testified on behalf of Energy Development
16 Corporation at the original hearing.

17 EXAMINER STOGNER: Do you feel it's necessary to
18 bring him on and have you ask him any -- I don't have any
19 questions.

20 MR. BRUCE: I don't think so. I mean, these are
21 merely documents that were, you know, simply documentary
22 evidence from wells in the area, and unless you have any
23 questions, I don't plan on --

24 EXAMINER STOGNER: Counselor?

25 MR. CARROLL: I don't have any questions.

1 EXAMINER STOGNER: The Division has no questions,
2 and if you don't have any questions, we'll --

3 MR. BRUCE: I would just move the admission of
4 those exhibits.

5 EXAMINER STOGNER: Exhibits 8, 9 and 10, if they
6 haven't already been admitted, will be admitted at this
7 time.

8 And is there anything else further in Case Number
9 11,470?

10 Then this matter will be taken under advisement
11 at this time.

12 (Thereupon, these proceedings were concluded at
13 8:23 a.m.)

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**I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 11470,
heard by me on 2 May 1996.**


_____, Examiner
Oil Conservation Division

CERTIFICATE OF REPORTER

STATE OF NEW MEXICO)
) ss.
 COUNTY OF SANTA FE)

I, Steven T. Brenner, Certified Court Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Division was reported by me; that I transcribed my notes; and that the foregoing is a true and accurate record of the proceedings.

I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in this matter and that I have no personal interest in the final disposition of this matter.

WITNESS MY HAND AND SEAL May 3rd, 1996.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 1998